GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

UNSTARRED QUESTION NO:3662
ANSWERED ON:16.05.2006
IMPACT OF FDI IN ECONOMIC REFORMS
Rao Shri Kavuru Samba Siva

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) the impact of economic reforms on the inflow of FDI;

(b) the number of surveys carried out by different departments on an industrial establishment during the last two years alongwith its effect on industrial growth;

(c) whether there is any proposal under the consideration of Government to bring New Industrial Policy in this regard; and

(d) if so, the details thereof?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY (SHRI ASHWANI KUMAR)

(a): Economic reforms have had a positive impact on FDI flows. Foreign Direct Investment (FDI) equity inflows from August 1991 till March 2006 are to the tune of US$38.49 billion.

(b): Inspections of industrial establishments are undertaken as per the provisions in various applicable laws and regulations. Inspection requirements are periodically reviewed and rationalised with the objective that inspections do not hamper industrial growth.

(c) & (d): There is no proposal for a New Industrial Policy presently under consideration of the Government.